

CHAPTER 147.

[H. B. 171.]

INVESTMENT OF BUILDING CONSTRUCTION
FUND SURPLUSES.

AN ACT permitting the investment of proceeds of bond issues authorized by sections 28.47.130 to 28.47.180, inclusive, and 72.52.010 to 72.52.060, inclusive, R.C.W., and declaring an emergency.

Be it enacted by the Legislature of the State of Washington:

SECTION 1. Whenever there shall be in the public school building construction fund or the institutional building construction fund in the state treasury more cash than is required to cover current allotments as provided in sections 28.47.130 to 28.47.180, inclusive, R.C.W., as derived from chapter 229, Laws of 1949, or sections 72.52.010 to 72.52.060, inclusive, R.C.W., as derived from chapter 230, Laws of 1949, the state finance committee may invest such portion of such funds as the committee may deem expedient in United States discount bills, certificates of indebtedness, notes, or bonds. Such securities may be purchased directly from the United States government through the federal reserve banking system or in the open market at such prices and upon such terms as the state finance committee may determine, and may be sold at such times as the state finance committee may deem expedient or necessary.

Public school and institutional building construction funds.

Investment in Federal securities authorized.

Purchase and sale.

[R.C.W. 28.47.130 to 28.47.180 do not appear in Rem. Rev. Stat.; were ratified by the people Nov. 7, 1950 (Referendum No. 7).]

[R.C.W. 72.52.010 to 72.52.060 do not appear in Rem. Rev. Stat.; were ratified by the people Nov. 7, 1950 (Referendum No. 8).]

SEC. 2. Upon such investment being made the state auditor shall draw his warrant on the proper fund for the amount so invested and the securities so purchased shall be deposited directly with the state treasurer or in trust for the state treasurer, either with the fiscal agent of the state in New York

Deposit of securities.

Trust certificate. City or with any bank in the state that maintains a trust department and is an approved depository of state funds. In the event securities are purchased and deposited with the fiscal agent of the state or in a state bank as provided herein a trust certificate enumerating and describing the securities so held shall be provided to the state treasurer whose duty it shall be to collect all interest payments falling due thereon and the principal at maturity.

Treasurer to collect interest.

Funds to receive earned income.

SEC. 3. All income earned from investment of the public school building construction fund shall be credited to the public school building bond redemption fund. All income earned from investment of the institutional building construction fund shall be credited to the institutional building bond redemption fund.

Emergency.

SEC. 4. This act is necessary for the immediate support of the state government and its existing public institutions and shall take effect immediately.

Passed the House February 5, 1951.

Passed the Senate March 6, 1951.

Approved by the Governor March 15, 1951.